

**FINAL**  
**MONTHLY OPERATING REPORT**

**CHAPTER II**

CASE NAME: WAREHOUSE 86, LLC

CASE NUMBER: 08-03423-EE For Period DECEMBER 1 to DECEMBER 3, 20 10.

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THIS REPORT IS DUE 15 DAYS AFTER THE END OF THE MONTH. The debtor must attach each of the following forms unless the United States Trustee has waived the requirement in writing. File with the court and submit a paper copy to UST with an original signature.

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| Form Attached                        | Previously Waived | REQUIRED REPORTS/DOCUMENTS   |
|--------------------------------------|-------------------|--|
| (mark only one - attached or waived) |                   |  |
| {X}                                  | { }               | Comparative Balance Sheet (FORM 2-B)   |
| {X}                                  | { }               | Profit and Loss Statement (FORM 2-C)   |
| {X}                                  | { }               | Cash Receipts & Disbursements Statement (FORM 2-D)   |
| {X}                                  | { }               | Supporting Schedules (FORM 2-E)  |
| {X}                                  | { }               | Narrative (FORM 2-F)   |
| {X}                                  | { }               | Copies of Bank Statement(s) and Reconciliations of Bank Balance to Book Balance for all Account(s) |

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I declare under penalty of perjury that the following Monthly Operating Report and any attachments thereto, are true and correct to the best of my knowledge and belief.

Executed on: 02/03/11  
(date)

Debtor(s)\*: WAREHOUSE 86, LLC

By:\*\*

Position: CHAPTER 11 TRUSTEE

Name of preparer: KIMBERLY R. LENTZ

Telephone No. of Preparer 228-867-6050

\* both debtors must sign if a joint petition

\*\* for corporate or partnership debtor

CASE NAME: WAREHOUSE 86 . LLC

CASE NUMBER: 08-03423-EE

## COMPARATIVE BALANCE SHEET

| <u>ASSETS:</u>                                  | Filing Date | Month   | Month     | Month        | Month      | Month       | Month            | Month | Month | Month | Month |
|---|-------------|---------|-----------|--------------|------------|-------------|------------------|-------|-------|-------|-------|
|   | 11/04/08    | JULY 10 | AUGUST 10 | SEPTEMBER 10 | OCTOBER 10 | NOVEMBER 10 | DECEMBER 3, 2010 |       |       |       |       |
| <b>CURRENT ASSETS:</b>                          |             |         |           |              |            |             |                  |       |       |       |       |
| Cash.....                                       | 89,361      | 34,860  | 34,862    | 34,863       | 32,807     | 32,806      | 22,807           |       |       |       |       |
| Accounts Receivable, Net.....                   | 152,270     | 611     | 611       | 611          | 0.00       | 0.00        | 0.00             |       |       |       |       |
| Inventory, at lower of cost or market.....      | 73,633      | 0       | 0         | 0            | 0          | 0           | 0                |       |       |       |       |
| Prepaid expenses & deposits.....                | 68,702      | 61,297  | 61,297    | 61,297       | 61,297     | 32,806      | 22,807           |       |       |       |       |
| Other .....                                     |             |         |           |              |            |             |                  |       |       |       |       |
|   | 383,966     | 96,798  | 96,770    | 96,771       | 93,329     | 32,806      | 22,807           |       |       |       |       |
| <b>TOTAL CURRENT ASSETS.</b> .....              |             |         |           |              |            |             |                  |       |       |       |       |
| PROPERTY, PLANT & EQUIPMENT.....                | 2,178,073   | 0       | 0         | 0            | 0          | 0           | 0                |       |       |       |       |
| Less accumulated depreciation.....              | -1,124,978  | 0       | 0         | 0            | 0          | 0           | 0                |       |       |       |       |
| <b>NET PROPERTY, PLANT &amp; EQUIPMENT.....</b> | 1,053,096   | 0       | 0         | 0            | 0          | 0           | 0                |       |       |       |       |
| <b>OTHER ASSETS IN BUSINESS</b>                 | 6,573       | 0       | 0         | 0            | 0          | 0           | 0                |       |       |       |       |
| INSURANCE CLAIM FOR TORNADO & FIRE              |             |         |           |              |            |             |                  |       |       |       |       |
| REGISTERED NAME, CUSTOMERS LISTS                |             |         |           |              |            |             |                  |       |       |       |       |
| (UNKNOWN)                                       |             |         |           |              |            |             |                  |       |       |       |       |
| <b>TOTAL OTHER ASSETS.....</b>                  | 6,573       | 0       | 0         | 0            | 0          | 0           | 0                |       |       |       |       |
| <b>TOTAL ASSETS.....</b>                        | 1,443,634   | 96,768  | 96,770    | 96,771       | 93,329     | 32,806      | 22,807           |       |       |       |       |

If assets are carried at historical cost on debtor's accounting records and debtor elects to show them as such on the monthly reports, note the change above and include remarks on FORM 2-F (Narrative). All subsequent reports must then carry these assets at that value. Do not use historical cost one month and fair market value the next.

\*This is a corrected number to reflect that the pre-petition retainer of \$35,000 should have properly been shown as a pre-petition legal expense since there was no balance as of the date of the filing of the bankruptcy petition.

\*\*This number does not include \$1,117,225.84, the estimated reduction due to the tornado/fire.

FORM 2-B  
Page 1 of 2  
1/08

CASE NAME: WAREHOUSE 86, LLC

CASE NUMBER: 08-03423 EE

## COMPARATIVE BALANCE SHEET

| <u>LIABILITIES:</u>                             | Filing Date | Month       | Month       | Month        | Month       | Month       | Month       | Month       | Month       | Month       | Month       | Month       |
|---|-------------|-------------|-------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| POST-PETITION LIABILITIES: ***                  | 11/04/08    | JULY 10     | AUGUST 10   | SEPTEMBER 10 | OCTOBER 10  | NOVEMBER 10 | DECEMBER 10 |             |             |             |             |             |
| Taxes payable (Form 2-E, pg.1 of 3).....*       |             |             |             |              |             |             |             |             |             |             |             |             |
| Accounts payable (Form 2-E, pg.1 of 3).....     |             |             |             |              |             |             |             |             |             |             |             |             |
| Other: _____                                    |             |             |             |              |             |             |             |             |             |             |             |             |
| <b>TOTAL POST-PETITION LIABILITIES:.....***</b> |             |             |             |              |             |             |             |             |             |             |             |             |
| PRE-PETITION LIABILITIES: ***                   |             |             |             |              |             |             |             |             |             |             |             |             |
| Notes payable - secured.....                    | 1,264,902   | 3,732       | 3,732       | 3,732        | 3,732       | 3,732       | 3,732       | 3,732       | 3,732       | 3,732       | 3,732       | 3,732       |
| Priority debt.....                              | 9,000       | 9,000       | 9,000       | 9,000        | 9,000       | 9,000       | 9,000       | 9,000       | 9,000       | 9,000       | 9,000       | 9,000       |
| Unsecured debt: **                              | 2,562,082   | 2,516,413   | 2,516,413   | 2,516,413    | 2,516,413   | 2,516,413   | 2,516,413   | 2,516,413   | 2,516,413   | 2,516,413   | 2,516,413   | 2,516,413   |
| Other PRIORITY UNSECURED                        | 19,000      | 19,000      | 19,000      | 19,000       | 19,000      | 19,000      | 19,000      | 19,000      | 19,000      | 19,000      | 19,000      | 19,000      |
| <b>TOTAL LIABILITIES:.....***</b>               | 3,854,984   | 2,548,145   | 2,548,145   | 2,548,145    | 2,548,145   | 2,548,145   | 2,548,145   | 2,548,145   | 2,548,145   | 2,548,145   | 2,548,145   | 2,548,145   |
| <b>EQUITY (DEFICIT)</b>                         |             |             |             |              |             |             |             |             |             |             |             |             |
| PREFERRED STOCK.....                            |             |             |             |              |             |             |             |             |             |             |             |             |
| COMMON STOCK.....                               |             |             |             |              |             |             |             |             |             |             |             |             |
| RETAINED EARNINGS: ***                          | (2,411,350) | (2,411,350) | (2,411,350) | (2,411,350)  | (2,411,350) | (2,411,350) | (2,411,350) | (2,411,350) | (2,411,350) | (2,411,350) | (2,411,350) | (2,411,350) |
| Through filing date.....                        |             | (39,378)    | (40,027)    | (40,026)     | (40,024)    | (40,024)    | (40,024)    | (40,024)    | (40,024)    | (40,024)    | (40,024)    | (40,024)    |
| Post filing date.....                           |             |             |             |              |             |             |             |             |             |             |             |             |
| <b>TOTAL EQUITY (NET WORTH):.....</b>           | (2,411,350) | (2,450,728) | (2,451,377) | (2,451,376)  | (2,451,374) | (2,451,374) | (2,451,374) | (2,451,374) | (2,451,374) | (2,451,374) | (2,451,374) | (2,451,374) |
| <b>TOTAL LIABILITIES &amp; EQUITY:.....</b>     | 1,443,634   | 97,417      | 96,768      | 96,769       | 96,771      | 96,771      | 96,771      | 96,771      | 96,771      | 96,771      | 96,771      | 96,771      |

\* Reflects disputed insurance charge - Reconciled June 2009

\*\* Reflects payment of utility charges and insurance premiums pursuant to court order

\*\*\*Reflects updated November pre and post petition liability balances due to final reconciliation.

Post-Petition payables applied to pre-petition in April 2009

\*\*\*\*This reflects a change to move a \$35,000 pre-petition retainer that should have been a pre-petition legal expense.

CASE NAME: WAREHOUSE 86, LLC

CASE NUMBER: 08-03423-EE

## PROFIT AND LOSS STATEMENT

|  | Month   | Month     | Month        | Month      | Month       | Month       | Month               |
|--|---------|-----------|--------------|------------|-------------|-------------|---------------------|
|  | JULY 10 | AUGUST 10 | SEPTEMBER 10 | OCTOBER 10 | NOVEMBER 10 | DECEMBER 10 | DECEMBER 3,<br>2010 |
| <u>NET REVENUE</u> .....   |         |           |              |            |             |             |                     |
| <u>COST OF GOODS SOLD:</u>   |         |           |              |            |             |             |                     |
| Material.....  |         |           |              |            |             |             |                     |
| Labor - Direct.....  |         |           |              |            |             |             |                     |
| Manufacturing Overhead.....  |         |           |              |            |             |             |                     |
| <u>TOTAL COST OF GOODS SOLD:</u> .....                                 |         |           |              |            |             |             |                     |
| <u>GROSS PROFIT:</u> .....   |         |           |              |            |             |             |                     |
| <u>OPERATING EXPENSES:</u>   |         |           |              |            |             |             |                     |
| Selling and Marketing .....  |         |           |              |            |             |             |                     |
| General and Administrative (rents, utilities,<br>salaries, etc.) ..... |         |           |              |            |             |             |                     |
| Other _____  |         |           |              |            |             |             |                     |
| <u>TOTAL OPERATING EXPENSES:</u> .....                                 |         |           |              |            |             |             |                     |
| <u>INTEREST EXPENSE:</u> .....   |         |           |              |            |             |             |                     |
| <u>INCOME BEFORE DEPRECIATION OR TAXES:</u> .....                      |         |           |              |            |             |             |                     |
| <u>DEPRECIATION OR AMORTIZATION:</u> .....                             |         |           |              |            |             |             |                     |
| <u>EXTRAORDINARY EXPENSES *</u> .....                                  |         |           |              |            |             |             |                     |
| <u>INCOME TAX EXPENSE (BENEFIT) :</u> .....                            |         |           |              |            |             |             |                     |
| <u>NET INCOME (LOSS) :</u> .....                                       | (649)   | 1         | 1            | 1          | 1           | (23)        | 0                   |

\*Requires explanation in NARRATIVE (Form 2-E)

CASE NAME: WAREHOUSE 86, LLC

CASE NUMBER: 08-03423-EE

**CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

For Period DECEMBER 1 to DECEMBER 3, 20 10

**CASH RECONCILIATION**

|  |           |
|--|-----------|
| 1. Beginning Cash Balance (Ending Cash Balance from last month's report)       | \$ 22,807 |
| 2. Cash Receipts (total Cash Receipts from page 2 of all FORM 2-D's)           | \$ 0      |
| 3. Cash Disbursements (total Cash Disbursements from page 3 of all FORM 2-D's) | \$ ( 0 )  |
| 4. Net Cash Flow   | \$ 22807  |
| 5. Ending Cash Balance (to FORM 2-B)   | \$ 22,807 |

**CASH SUMMARY - ENDING BALANCE**

|   | <u>Amount*</u> | <u>Financial Institution</u> |
|---|----------------|------------------------------|
| 1. Real Estate Account                          | \$ _____       | _____                        |
| 2. Trust Account                                | \$ _____       | _____                        |
| 3. Operating and/or Personal Account            | \$ 22,807      | BANK OF AMERICA              |
| 4. Payroll Account                              | \$ _____       | _____                        |
| 5. Tax Account                                  | \$ _____       | _____                        |
| 6. Other Accounts (Specify checking or savings) | \$ _____       | _____                        |
| 7. Cash Collateral Account                      | \$ _____       | _____                        |
| 8. Petty Cash                                   | \$ _____       | _____                        |
| TOTAL (must agree with line 5 above)            | \$ _____       |                              |

\*These amounts should be equal to the previous month's balance for the account plus this month's receipts less this month's disbursements.

**ADJUSTED CASH DISBURSEMENTS**

Cash disbursements on Line 3 above less \$ 10,000 \*  
inter-account transfers & UST fees paid \$ \_\_\_\_\_

\* NOTE: This amount should be used to determine UST quarterly fees due and agree with Form 2-D, page 2 of 4.

CASE NAME: WAREHOUSE 86, LLC CASE NUMBER: 08-03423-EE

## QUARTERLY FEE SUMMARY

MONTH ENDED DECEMBER 3, 2010

| Payment Date | Cash Disbursements * | Quarterly Fee Due | Check No. | Date     |
|--------------|----------------------|-------------------|-----------|----------|
| January      | \$ 36,540.00         |                   |           |          |
| February     | \$ 40.00             |                   |           |          |
| March        | \$ 27.00             |                   |           |          |
| Total        |                      |                   |           |          |
| 1st Quarter  | \$ 36,607.00         | \$ 650.00         | 20103     | 04/22/10 |
| April        | \$ 107.00            |                   |           |          |
| May          | \$ 1.00              |                   |           |          |
| June         | \$ 35,584.00         |                   |           |          |
| Total        |                      |                   | 600001    | 07/16/10 |
| 2nd Quarter  | \$ 35,692.00         | \$ 650.00         | 600002    | 07/17/10 |
| July         | \$ 0.00              |                   |           |          |
| August       | \$ 0.00              |                   |           |          |
| September    | \$ 0.00              |                   |           |          |
| Total        |                      |                   |           |          |
| 3rd Quarter  | \$ 0.00              | \$ 325.00         | 600004    | 10/14/10 |
| October      | \$ 1,732.00          |                   |           |          |
| November     | \$ 10,000            |                   |           |          |
| December     | \$ 0.00              |                   |           |          |
| Total        |                      |                   |           |          |
| 4th Quarter  | \$ 11,732.00         | \$ 325.00         |           |          |

## DISBURSEMENT CATEGORY QUARTERLY FEE DUE

|                                 |          |
|---------------------------------|----------|
| \$0 to \$14,999.99              | \$325    |
| \$15,000 to \$74,999.99         | \$650    |
| \$75,000 to \$149,999.99        | \$975    |
| \$150,000 to \$224,999.99       | \$1,625  |
| \$225,000 to \$299,999.99       | \$1,950  |
| \$300,000 to \$999,999.99       | \$4,875  |
| \$1,000,000 to \$1,999,999.99   | \$6,500  |
| \$2,000,000 to \$2,999,999.99   | \$9,750  |
| \$3,000,000 to \$4,999,999.99   | \$10,400 |
| \$5,000,000 to \$14,999,999.99  | \$13,000 |
| \$15,000,000 to \$29,999,999.99 | \$20,000 |
| \$30,000,000 or more            | \$30,000 |

Note that a minimum payment of \$325 is due each quarter even if no disbursements are made in the case during the period.

\* Note: should agree with "adjusted cash disbursements" at bottom of Form 2-D, Page 1 of 4. Disbursements are net of transfers to other debtor in possession bank accounts and net of payments of prior period quarterly fees.

CASE NAME: WAREHOUSE 86, LLCCASE NUMBER: 08-03423-EE**CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

(This form should be completed for each type of account listed on page 1 of FORM 2-D that the debtor maintained during the month.)

For Period DECEMBER 1 to DECEMBER 3, 2010Account Name: DIP - MM Account Number: 3755555454**CASH RECEIPTS JOURNAL**

(attach additional sheets as necessary)

| Date        | Description (Source) | Amount   |
|-------------|----------------------|----------|
| NO ACTIVITY |                      |          |
|             | Total Cash Receipts  | \$ _____ |

CASE NAME: WAREHOUSE 86, LLCCASE NUMBER: 08-03423-EE**CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

(This form should be completed for each type of account listed  
on page 1 of FORM 2-D that the debtor maintained during the month.)

For Period DECEMBER 1 to DECEMBER 3, 2010Account Name: DIP - MM Account Number: 3755555454**CASH DISBURSEMENTS JOURNAL**  
(attach additional sheets as necessary)

| Date | Check No. | Payee | Description (Purpose)* | Amount |
|------|-----------|-------|------------------------|--------|
|------|-----------|-------|------------------------|--------|

NO ACTIVITY

Total Cash Disbursements \$ \_\_\_\_\_

\*Identify any payments to professionals, owners, partners, shareholders,  
officers, directors or any insiders and all adequate protection payments  
ordered by the court with an asterisk or highlighting. Any payments made as a  
result of a court order, should indicate the order date.

CASE NAME: WAREHOUSE 86, LLC CASE NUMBER: 08-03423-EE

**SUPPORTING SCHEDULES**

For Period DECEMBER 1 to DECEMBER 3, 20 10

## ACCOUNTS RECEIVABLE AGING REPORT

WAREHOUSE 86, LLC

08-03423-EE

CASE NAME: \_\_\_\_\_ CASE NUMBER: \_\_\_\_\_

**SUPPORTING SCHEDULES**For Period DECEMBER 1 to DECEMBER 3, 10, 2010**INSURANCE SCHEDULE**

| <u>Type</u>            | <u>Carrier/Agent</u> | <u>Coverage (\$)</u> | <u>Date of Expiration</u> | <u>Premium Paid</u> |
|------------------------|----------------------|----------------------|---------------------------|---------------------|
| Workers' Compensation  | N/A                  |                      |                           |                     |
| General Liability      | N/A                  |                      |                           |                     |
| Property (Fire, Theft) | N/A                  |                      |                           |                     |
| Vehicle                | N/A                  |                      |                           |                     |
| Other (list):          |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |
|                        |                      |                      |                           |                     |

(1) Attach copy of certificate of insurance or declaration page of policy for any coverage renewed or replaced during the current reporting month.

(2) For the premium paid column enter "yes" if payment of premium is current or "no" if premium payment is delinquent. If "no", explain on Form 2-F, Narrative.

CASE NAME: WAREHOUSE 86, LLC

08-03423-EE

CASE NUMBER:

## NARRATIVE STATEMENT

For Period DECEMBER 1 to DECEMBER 3, 2010

Please provide a brief description of the significant business and legal action by the debtor, its creditors or the court during the reporting period. Comments should include any change in bank accounts, explanation of extraordinary expenses, and purpose of any new post-petition financing. Comments should also include debtor's efforts during the month to rehabilitate the business and to develop a plan.

### NO ACTIVITY



# Bank of America

CUSTOMER CONNECTION  
BANK OF AMERICA, N.A.  
DALLAS, TEXAS 75283-2406



Account Number 3755555454  
01 01 149 01 M0000 E# 0  
Last Statement: 11/30/2010  
This Statement: 12/31/2010

H

CLOSED

NX 0000 01 000 196 003065 #001 AT 0.357

WAREHOUSE 86 LLC

DEBTOR IN POSSESSION #08-03423

MMS ACCOUNT

PO BOX 16692

JACKSON MS 39236

Customer Service

1-800-342-7722

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nkruptcy Case Number:0803423

## MONEY MARKET SAVINGS

### Account Summary Information

|                            |                         |                             |        |
|----------------------------|-------------------------|-----------------------------|--------|
| Statement Period           | 12/01/2010 - 12/31/2010 | Statement Beginning Balance | 24.00- |
| Number of Deposits/Credits | 1                       | Amount of Deposits/Credits  | 24.00  |
| Number of Checks           | 0                       | Amount of Checks            | .00    |
| Number of Other Debits     | 0                       | Amount of Other Debits      | .00    |
|                            |                         | Statement Ending Balance    | .00    |
| Number of Enclosures       | 0                       | Service Charge              | .00    |

### Interest Information

|                         |     |                            |       |
|-------------------------|-----|----------------------------|-------|
| Amount of Interest Paid | .00 | Interest Paid Year-to-Date | 22.51 |
|-------------------------|-----|----------------------------|-------|

### Deposits and Credits

| Date  | Customer Posted Reference | Amount | Description | Bank Reference |
|-------|---------------------------|--------|-------------|----------------|
| 12/29 |                           | 24.00  | 1-928724582 | 0246000158     |

### Daily Balances

| Date  | Ledger Balance | Collected Balance | Rate | Date  | Ledger Balance | Collected Balance | Rate |
|-------|----------------|-------------------|------|-------|----------------|-------------------|------|
| 11/30 | 24.00-         | 24.00-            | .050 | 12/31 | .00            | .00               | .050 |
| 12/29 | .00            | .00               | .050 |       |                |                   |      |

CUSTOMER CONNECTION  
BANK OF AMERICA, N.A.  
DALLAS, TEXAS 75283-2406

Account Number 3755555454  
01 01 149 01 M0000 E# 0  
Last Statement: 11/30/2010  
This Statement: 12/31/2010

CLOSED

Customer Service  
1-800-342-7722

WAREHOUSE 86 LLC

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Bankruptcy Case Number:0803423

#### IMPORTANT INFORMATION

**CHANGE OF ADDRESS.** Please call us at the customer service telephone number listed on the front of this statement to tell us about a change of address.

**TERMS AND CONDITIONS.** All deposits to, withdrawals from, or other transactions pertaining to your account(s) are subject to the terms and conditions of the agreement you received when you opened your account and any amendments thereto. Amendments to the agreement may be made from time to time in the manner stated therein.

**IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS.** If you think your statement or receipt is wrong or if you need more information about an electronic transfer (e.g., ATM transactions, direct deposits or withdrawals, point-of-sale transactions) on the statement or receipt, telephone or write us at the address or number listed on the front of this statement as soon you can. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.

\* Tell us your name and account number

\* Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information

\* Tell us the dollar amount of the suspected error.

For consumer accounts used primarily for personal, family or household purposes, we will investigate your complaint and will correct any error promptly. If we take more than 10 business days (20 business days if you are a new customer, for electronic transfers occurring during the first 30 days after the first deposit is made to your account), to do this, we will re-credit your account for the amount you think is in error so that you will have use of the money during the time it takes us to complete our investigation.

For other accounts, we investigate, and if we find we have made an error, we will make the appropriate adjustment to your account at the conclusion of our investigation.

#### DIRECT DEPOSITS.

If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company, you may call us at the telephone number listed on the front of this statement to find out if the deposit was made as scheduled.

#### REPORTING OTHER PROBLEMS.

You must examine your statement carefully and promptly. You are in the best position to discover errors and unauthorized transactions on your account. If you fail to notify us in writing of suspected problems or unauthorized transactions within the time periods specified in the deposit agreement (which periods are no more than 60 days after we make the statement available to you and in some cases are 30 days or less), we are not liable to you for, and you agree not to make a claim against us for the problems or unauthorized transactions.



CUSTOMER CONNECTION  
BANK OF AMERICA, N.A.  
DALLAS, TEXAS 75283-2406

Account Number 4437551607  
01 01 148 06 M0000 E# 0  
Last Statement: 11/30/2010  
This Statement: 12/31/2010

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ESTATE OF  
WAREHOUSE 86, LLC, DEBTOR  
KIMBERLY LENTZ - TRUSTEE  
08-03423  
2012 23RD AVENUE  
GULFPORT MS 39502

**Customer Service**

1-800-342-7722

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Bankruptcy Case Number: 0803423

**SPECIAL MARKETS MMS INVESTMENT ACCOUNT****Account Summary Information**

| Statement Period           | 12/01/2010 - 12/31/2010 | Statement Beginning Balance | 22,807.26  |
|----------------------------|-------------------------|-----------------------------|------------|
| Number of Deposits/Credits | 2                       | Amount of Deposits/Credits  | 711,280.90 |
| Number of Checks           | 0                       | Amount of Checks            | .00        |
| Number of Other Debits     | 1                       | Amount of Other Debits      | 105,562.08 |
|                            |                         | Statement Ending Balance    | 628,526.08 |
| Number of Enclosures       | 0                       | Service Charge              | .00        |

**Interest Information**

|                                |       |                            |       |
|--------------------------------|-------|----------------------------|-------|
| Amount of Interest Paid        | 12.27 | Interest Paid Year-to-Date | 12.68 |
| Annual Percentage Yield Earned | .07%  |                            |       |

**Deposits and Credits**

| Date Posted | Customer Reference | Amount     | Description   | Bank Reference  |
|-------------|--------------------|------------|---|-----------------|
| 12/21       | 1                  | 711,268.63 | AZ QUICK BUSINESS DEPOSIT                             | 641803250353378 |
| 12/31       |                    | 12.27      | INTEREST PAID ON 31 DAYS AVERAGE COLLECTED BALANCE OF | 09840019529     |
|             |                    |            |   | \$215,683.69    |

**Withdrawals and Debits****Other Debits**

| Date Posted | Customer Reference | Amount     | Description              | Bank Reference |
|-------------|--------------------|------------|--------------------------|----------------|
| 12/28       |                    | 105,562.08 | 04437551607->04437551623 | 09925000112    |

**Daily Balances**

| Date  | Ledger Balance | Collected Balance | Rate | Date  | Ledger Balance | Collected Balance | Rate |
|-------|----------------|-------------------|------|-------|----------------|-------------------|------|
| 11/30 | 22,807.26      | 22,807.26         | .030 | 12/28 | 628,513.81     | 628,513.81        | .070 |
| 12/21 | 734,075.89     | 22,807.26         | .030 | 12/31 | 628,526.08     | 628,526.08        | .070 |
| 12/23 | 734,075.89     | 734,075.89        | .070 |       |                |                   |      |



CUSTOMER CONNECTION  
BANK OF AMERICA, N.A.  
DALLAS, TEXAS 75283-2406

Account Number 4437551623  
01 01 148 06 M0000 E# 1  
Last Statement: 11/30/2010  
This Statement: 12/31/2010

H

ESTATE OF  
WAREHOUSE 86, LLC, DEBTOR  
KIMBERLY LENTZ - TRUSTEE  
08-03423  
2012 23RD AVENUE  
GULFPORT MS 39502

Customer Service  
1-800-342-7722

Page 1 of 2

Bankruptcy Case Number: 0803423

## SPECIAL MARKETS CHECKING ACCOUNT

### Account Summary Information

|                            |                         |                             |            |
|----------------------------|-------------------------|-----------------------------|------------|
| Statement Period           | 12/01/2010 - 12/31/2010 | Statement Beginning Balance | .00        |
| Number of Deposits/Credits | 1                       | Amount of Deposits/Credits  | 105,562.08 |
| Number of Checks           | 1                       | Amount of Checks            | 105,562.08 |
| Number of Other Debits     | 0                       | Amount of Other Debits      | .00        |
|                            |                         | Statement Ending Balance    | .00        |
| Number of Enclosures       | 1                       | Service Charge              | .00        |

### Deposits and Credits

| Date Posted | Customer Reference | Amount     | Description              | Bank Reference |
|-------------|--------------------|------------|--------------------------|----------------|
| 12/28       |                    | 105,562.08 | 04437551607->04437551623 | 0992500011     |

### Withdrawals and Debits

#### Checks

| Check Number | Amount     | Date Posted | Bank Reference | Check Number | Amount | Date Posted | Bank Reference |
|--------------|------------|-------------|----------------|--------------|--------|-------------|----------------|
| 1002         | 105,562.08 | 12/29       | 7092816052     |              |        |             |                |

### Daily Balances

| Date  | Ledger Balance | Collected Balance | Date  | Ledger Balance | Collected Balance |
|-------|----------------|-------------------|-------|----------------|-------------------|
| 11/30 | .00            | .00               | 12/29 | .00            | .00               |
| 12/28 | 105,562.08     | 105,562.08        | 12/31 | .00            | .00               |

|   |                           |                                  |
|---|---------------------------|----------------------------------|
| BANK OF AMERICA, N.A.   |                           | CHECK NUMBER<br>1002             |
| Attorney's Fees and Expenses<br>2012 23RD AVENUE<br>GULFPORT, MISSISSIPPI 39501 | <u>DATE</u><br>12/28/2010 | <u>AMOUNT</u><br>*****105,562.08 |

|                         |                          |           |
|-------------------------|--------------------------|-----------|
| CASE NUMBER<br>08-03423 | DEBTOR: WAREHOUSE LLC 86 | ESTATE OF |
|-------------------------|--------------------------|-----------|

*[Signature]*

One Hundred Five Thousand Five Hundred Sixty Two Dollars And 08/100  
 RECEIVED BY DEBTOR IN POSSESSION ASSIGNEE  
 THIS CHECK VOID AFTER 90 DAYS

#0010556208.<sup>1</sup>

0702/62/2010 02600000293  
 524680004

\*1111019993\*  
 \*12/28/2010  
 \*78401504\*  
 \*1\*  
 \*37\*  
 \*00001-00075\*

This is a LEGAL COPY of your  
 check. You can use it the same  
 way you would use the original  
 check.

Rosenblatt, Stephen W.  
 Butler, Snow, O'Mara, Stevens, & Campbell, PLLC  
 210 East Capitol Street  
 17th Floor  
 Jackson, MS 39201

#0010021110000121 1437551623#

1111019993\*  
 11110000121 1437551623#

111012822 12/29/2010  
007092816052

↓Do not endorse or write below this line↓

FOR DEPOSIT ONLY  
Butler, Snow Operating Account  
5002103280

4097. 96384

DEC 29 10

>620000192<-12/29/2010 062000019  
4000839424

5002103280  
12/29/10  
5002103280